

## Exhibits A-1 and A-2

### Project Area Income

Exhibit A-1, for Fiscal Year 2004-2005, reports all project area contributions and the amount deposited to the Low-Mod Fund that includes the additional income detailed in Exhibit A-2. Sources of income vary among agencies and project areas which explain why Exhibit A-1 identifies data reported by 375 agencies for 660 project areas whereas, in Exhibit A-2, 330 agencies reported income generated in 472 project areas. Project area income consists mostly of: (1) property tax increment required to be deposited (the law specifies special circumstances that enable some agencies to exempt and/or defer from deposit some or all of the required minimum set-aside of property tax increment received) and, (2) additional income such as rent, grants, and/or sale of property, etc.

Exhibit A-1 shows a total of \$1,131,580,715 of project area receipts was deposited to the Low-Mod Fund. This amount reflects the net total deposit after subtracting property tax increment set aside exemptions of \$14,752,132 and deferrals of \$2,826,085 (refer to Exhibits B-1 and B-2, respectively, for expanded reports of exemptions and deferrals listed by agency) from property tax increment deposits of \$673,713,428 and adding \$4,536,719 of prior year repayment deferrals along with project area additional income of \$453,330,568 described below.

Exhibit A-2 identifies, for applicable agencies and project areas, the sources of additional income deposited to the Low-Mod Fund (\$453,330,568 total for this reporting year). Additional income comes from interest (\$49,190,707); rents and leases (\$9,969,927); sale of real estate (\$28,053,015); grants (\$5,078,940); receipts for administering bond programs (\$194,105); repayment of loans (\$56,073,130); debt proceeds (\$249,458,935); and other sources (\$55,311,809) such as transfers, credits, and prior year adjustments.

As reported in Exhibit A-1, project area receipts of property tax increment allocations, deferral repayments, and additional income make up most of what was deposited to the Low-Mod Fund. Many agencies generate revenues that are not derived from project areas, such as interest accruing to the Low-Mod Fund from investments and loan repayments. Revenues derived from sources other than project areas are reported as generated by the agency's Low-Mod Fund on Schedule C, under the category "Project Area Receipts and Housing Fund Revenues," (refer to Exhibit C-1 under "Housing Fund Revenues"). The combined amount of Exhibit C-1's "Housing Fund Revenues" (\$110,644,205) and Exhibit A-1's "Total Project Area Receipts" (\$1,131,580,715) make up the total amount deposited to the Low-Mod Fund (\$1,242,224,920).